

PUBLIC SERVICE COMMISSION

FROM : CLASSIC CONSTRUCTION INC

DATE : 3-10-2004

REF : CASE # 2003-00495

RECEIVED

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PUBLIC SERVICE
COMMISSION

FINAL FILING OF RESPONSES TO INFORMATIONAL REQUEST

Witness: Russell Givens
February 25, 2004

APPLICATION OF CLASSIC CONSTRUCTION, INC.
FOR APPROVAL OF TRANSFER OF OWNERSHIP OF COOLBROOK
SEWAGE TREATMENT PLANT IN FRANKLIN, COUNTY, KENTUCKY
FROM AQUA AMERICA KENTUCKY, INC.

CASE NO. 2003-00495

5. Q. **Classic Construction shall provide the journal entries it will record to reflect the purchase of the assets of the Coolbrook facilities.**

A. [TO BE PROVIDED BY Mr. GIVENS]

Account Description	dr (cr)
Utility plant in service	912,908
Accumulated depreciation	(386,874)
Construction work in process	109,999
Acquisition adjustment	(626,033)
Equity	<u>(10,000)</u>
	<u>0</u>

Witness: Russell Givens
February 25, 2004

APPLICATION OF CLASSIC CONSTRUCTION, INC.
FOR APPROVAL OF TRANSFER OF OWNERSHIP OF COOLBROOK
SEWAGE TREATMENT PLANT IN FRANKLIN, COUNTY, KENTUCKY
FROM AQUA AMERICA KENTUCKY, INC.

CASE NO. 2003-00495

6. Q. Journal entries to reflect the sale of the assets of the
Coolbrook facilities.

A.

Account Description	dr (cr)
Utility plant in service	(912,908)
Accumulated depreciation	386,874
Construction work in process	(109,999)
Cash	10,000
Loss on sale of assets	626,033
	<u>0</u>

Witness: Russell Givens
Stephen Tolliver
February 25, 2004

APPLICATION OF CLASSIC CONSTRUCTION, INC.
FOR APPROVAL OF TRANSFER OF OWNERSHIP OF COOLBROOK
SEWAGE TREATMENT PLANT IN FRANKLIN, COUNTY, KENTUCKY
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7. Q. Joint Applicants shall provide in comparative form
Coolbrook's balance sheet before and after the sale of its
assets to Classic Construction.

A. [To be provided by Stacy and Mr. Givens]

	Before sale	After sale
Assets		
Net accounts receivable	\$30,081	\$0
Utility plant in service	912,908	912,908
Accumulated depreciation	(386,874)	(386,874)
Construction work in process	109,999	109,999
Acquisition adjustment	0	(626,033)
Total assets	<u>\$666,114</u>	<u>\$10,000</u>
Liabilities & Equity		
Current liabilities	\$713,788	\$0
Equity	(47,674)	10,000
Total liabilities & equity	<u>\$666,114</u>	<u>\$10,000</u>

Coolbrook Sanitation
Case No. 2003-00495
Journal Entry

	Dr	Cr
Utility Plant in Service	\$947,379	
Construction work in process	109,999	
Accumulated depreciation		\$386,877
Other paid-in capital		2,000
Note payable		8,000
Utility Plant Acquisition		
Adjustment		626,033